

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

APR 28 2009

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

Ran

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on page 2

| | | |
|--|---|---|
| 1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5 Lease Serial No NMLC-060527 |
| 2 Name of Operator Marbob Energy Corporation | | 6 If Indian, Allottee, or Tribe Name |
| 3a Address P.O. Box 227 Artesia, NM 88211-0227 | 3b Phone No (include area code) 575-748-3303 | 7 If Unit or CA Agreement Name and/or No |
| 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 2310' FSL & 990' FEL, Unit I (NESE) Sec 17-T17S-R30E | | 8 Well Name and No Red Federal #7 |
| Lat. Long. | | 9 API Well No 30-015-36740 |
| | | 10 Field and Pool, or Exploratory Area Loco Hills; Glorieta-Yeso |
| | | 11 County or Parish, State Eddy NM |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
|---|---|---|---|---|--|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/ Resume) | <input type="checkbox"/> Water Shut-off | |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Altering Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity | |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other | |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and abandon | <input type="checkbox"/> Temporarily Abandon | Completion Operations | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug back | <input type="checkbox"/> Water Disposal | | |

13 Describe Proposed or Completed Operation (clearly state all pertinent details including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths or pertinent markers and sands. Attach the Bond under which the work will be performed or provide the Bond No. on file with the BLM/ BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.)

2/4/09 RU PU.

2/5/09 Log from PBTD up to 4000'. Perforated Yeso 5273-5634' (25).

2/6/09 Acdz 5273-5634' w/3000 gal 15% NEFE acid. Frac w/250361# 16/30 Premium White sand & 200532 gal fluid. AIR 90.77 BPM, AIP 3643#, ISIP 1365#. Set CP @ 5160'. Perforated Yeso 4796-5087' (20) & 4747-4784' (5). Acdz w/3000 gal 15% NEFE acid. Frac w/269941# 16/30 Premium White sand & 212045 gal fluid. AIR 90.9 BPM, AIP 3366#. Set CP @ 4620'. Perforated Yeso 4344-4574' (20) & 4308-4330' (5). Acdz w/3000 gal 15% NEFE acid. Frac w/240018# 16/30 Premium White sand & 189350 gal fluid. AIR 80.91 BPM, AIP 2706#, max rate 82.01 BPM, max press 2990#.

2/9/09 Drilled plug @ 4620'. Circulated clean. Drilled plug @ 5160'. Drilled down to 5975'. Circulated bottoms up.

2/11/09 Ran 178 jts 2 7/8" J-55 tbg to 5708'.

14 I hereby certify that the foregoing is true and correct
Name (Printed/ Typed)

Stormi Davis

Signature

Title Production Assistant

Date 4/16/09

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 AND Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)